

1 Foundation agrees to and shall perform its management services for the amount
2 appropriated for each respective fiscal year.

3 The City shall pay to the Foundation as compensation for Foundation's
4 management services a fee of One Hundred Sixty-Nine Thousand Dollars (\$169,000) for
5 each fiscal year in years 2009-2015, which has been appropriated by the City Council.
6 Funding was reduced from the prior year and the parties negotiated regarding the level of
7 services that the Foundation can provide for the actual amount of funding. The
8 Foundation agrees to and shall perform its management service for the amount
9 appropriated for each respective fiscal year.

10 The City shall pay to the Foundation as compensation for Foundation's
11 management services a fee of Three Hundred Nineteen Thousand Dollars (\$319,000) for
12 the fiscal year 2016, which has been appropriated by the City Council. Funding was
13 increased from the prior year and the parties negotiated regarding the level of services
14 that the Foundation can provide for the actual amount of funding. The Foundation agrees
15 to and shall perform its management service for the amount appropriated.

16 If funding is reduced in future fiscal years, during the term of this
17 Agreement, below the sum of Six Hundred Forty-Five Thousand Five Hundred Eighty-
18 Five Dollars (\$645,585), then the parties agree to negotiate for a period of ninety (90)
19 days regarding the level of services that the Foundation can provide for the actual
20 amount of funding. If the parties have not reached agreement at the end of the ninety
21 day period, then Foundation shall have the right to terminate this Agreement and the
22 Lease by giving thirty (30) days notice of termination to the City.

23 The parties further agree to negotiate for any increase in the fee in any
24 future year provided, however, that the fee shall be no greater than Six Hundred Sixty-
25 Nine Thousand Dollars (\$669,000) plus cumulative increases in the Consumer Price
26 Index (All Consumers) for Los Angeles-Riverside-Orange County with a base index year
27 of 2003. If the parties reach agreement on an increase in the fee, then this Agreement
28 shall be amended with authorization of the City Council to reflect such increase."

